

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, JULY 21, 2009**, upon the application of **J-W OPERATING COMPANY**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone, Reservoir A**, in the Elm Grove Field, Bossier Parish, Louisiana.

1. To create two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within these proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate a unit operator of, and a unit well for, each of the proposed units as may be appropriate.
4. To provide that with respect to any horizontal well drilled to the Haynesville Zone within these proposed units, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, the distance to any unit boundary or offset well will be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus of the well in the Haynesville Zone.
5. To expand the provisions of Office of Conservation Order No. 361-31, effective August 21, 2001, approving downhole combination of production from the Hosston Zone, Reservoir A, underlying HOSS RA SU106; the Cotton Valley Formation, Reservoir A, underlying CV RA SU126; the Lower Cotton Valley Zone, Reservoir A, underlying LCV RA SU61; the Hosston Zone, Reservoir A, underlying HOSS RA SU127; the Cotton Valley Formation, Reservoir A, underlying CV RA SU52; and the Lower Cotton Valley Zone, Reservoir A, underlying LCV RA SU62; so as to include production from the Haynesville Zone, Reservoir A, underlying the proposed units HA RA SU79 and HA RA SU80, in any well in which the ownership interests in the units from which production is combined downhole are identical.
6. To extend, except as in conflict herewith, the provisions of Order No. 361-L, effective July 29, 2008, as supplemented and amended by the 361-L Series of Orders, and of all applicable Statewide Orders, to the proposed additional units for the Haynesville Zone, Reservoir A.
7. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir A, was defined in Order No. 361-L, effective July 29, 2008.

A plat is available for inspection in the Office of Conservation in **Baton Rouge and Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

6/11/09;6/16/09

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.